	STATE OF UTAH  DEPARTMENT OF NATURAL RESOURCE  DIVISION OF OIL, GAS AND MINING						FORI	_		
APPLI	CATION FOR	PERMIT TO DRILL	_			1. WELL NAME and	NUMBER CWU 789-20			
2. TYPE OF WORK  DRILL NEW WELL	REENTER P&	A WELL DEEPE	N WELI	L((())		3. FIELD OR WILDO	AT NATURAL BUTTES			
4. TYPE OF WELL Gas We	ll Coalb	ed Methane Well: NO				5. UNIT or COMMUNITIZATION AGREEMENT NAME CHAPITA WELLS				
6. NAME OF OPERATOR EOG Resources, Inc.						7. OPERATOR PHONE 435 781-9111				
8. ADDRESS OF OPERATOR 600 17th 9	Street, Suite 100	00 N, Denver, CO, 8020	)2			9. OPERATOR E-MA kaylene_g	<b>IL</b> Jardner@eogresource	es.com		
10. MINERAL LEASE NUMBER (FEDERAL, INDIAN, OR STATE)		11. MINERAL OWNE	IAN (		B (B)	12. SURFACE OWNE	ERSHIP DIAN ( STATE (	FEE (III)		
UTU0336A  13. NAME OF SURFACE OWNER (if box 12	= 'fee')	FEDERAL IND	JAN (	Į SIAIEŲ	FEE (II)	14. SURFACE OWNE				
15. ADDRESS OF SURFACE OWNER (if box	12 = 'fee')					16. SURFACE OWN	R E-MAIL (if box 1	.2 = 'fee')		
		18. INTEND TO COM	MING	I F PRODUCT	TON FROM	19. SLANT	•	,		
17. INDIAN ALLOTTEE OR TRIBE NAME (if box 12 = 'INDIAN')		MULTIPLE FORMAT	IONS		on) NO	_	ECTIONAL ( HO	DRIZONTAL (		
20. LOCATION OF WELL	F0									
LOCATION OF WELL		OTAGES SL 1907 FWL	_	TR-QTR NESW	SECTION 20	9.0 S	23.0 E	MERIDIAN S		
Top of Uppermost Producing Zone		SL 1907 FWL		NESW	20	9.0 S	23.0 E	S		
At Total Depth		SL 1907 FWL		NESW	20	9.0 S	23.0 E	S		
21. COUNTY		22. DISTANCE TO N	<u> </u>			23. NUMBER OF AC				
UINTAH		25. DISTANCE TO N		57 T WELL IN S	AME POOL	26. PROPOSED DEP	1440 TH			
		(Applied For Drilling		mpleted) 930		MD: 6960 TVD: 6960				
27. ELEVATION - GROUND LEVEL 5045		28. BOND NUMBER  NM2308			29. SOURCE OF DRILLING WATER / WATER RIGHTS APPROVAL NUMBER IF APPLICABLE 49-225					
		A <sup>-</sup>		HMENTS		<u> </u>				
VERIFY THE FOLLOWING	ARE ATTACH	ED IN ACCORCAN	CE WI	TH THE UT	AH OIL AND G	GAS CONSERVATION	ON GENERAL RU	LES		
<b>▼</b> WELL PLAT OR MAP PREPARED BY	LICENSED SUR	VEYOR OR ENGINEE	R	COMPLETE DRILLING PLAN						
AFFIDAVIT OF STATUS OF SURFACE	OWNER AGRE	EMENT (IF FEE SURF	ACE)	FORM 5. IF OPERATOR IS OTHER THAN THE LEASE OWNER						
DIRECTIONAL SURVEY PLAN (IF DI	RECTIONALLY	OR HORIZONTALLY		<b>№</b> торо	GRAPHICAL MAI	Р				
NAME Mary Maestas	TITL	<b>E</b> Regulatory Assistant			PHONE 303 8	24-5526				
SIGNATURE	DATI	<b>E</b> 12/22/2008			EMAIL mary_	maestas@eogresource	s.com			
APPROVAL  APPROVAL  Permit Manager										

API Well No: 43047502470000 Received: 12/11/2008

	Proposed Hole, Casing, and Cement							
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)				
Cond	17.5	13.375	0	60				
Pipe	Grade	Length	Weight					
	Grade H-40 ST&C	60	48.0					

API Well No: 43047502470000 Received: 12/11/2008

	Proposed Hole, Casing, and Cement							
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)				
Surf	12.25	9.625	0	2300				
Pipe	Grade	Length	Weight					
	Grade J-55 ST&C	2300	36.0					

API Well No: 43047502470000 Received: 12/11/2008

	Proposed Hole, Casing, and Cement							
String	Hole Size	Casing Size	Top (MD)	Bottom (MD)				
Prod	7.875	4.5	0	6960				
Pipe	Grade	Length	Weight					
	Grade N-80 LT&C	6960	11.6			Γ		
					Τ	Г		

## CHAPITA WELLS UNIT 789-20 NE/SW, SEC. 20, T9S, R23E, S.L.B.&M.. UINTAH COUNTY, UTAH

#### 1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

FORMATION	TVD-RKB (ft)	Objective	Lithology	
Green River	1,674		Shale	
Mahogany Oil Shale Bed	2,297		Shale	
Wasatch	4,581	Primary	Sandstone	Gas
Chapita Wells	5,134	Primary	Sandstone	Gas
Buck Canyon	5,810	Primary	Sandstone	Gas
North Horn	6,452	Primary	Sandstone	Gas
KMV Price River	6,759		Sandstone	
TD	6,960			

Estimated TD: 6,960' or 200'± below TD Anticipated BHP: 3,800 Psig

- 1. Fresh Waters may exist in the upper, approximately 1,000 ft  $\pm$  of the Green River Formation, with top at about 2,000 ft  $\pm$ .
- 2. Cement isolation is installed to surface of the well isolating all zones by cement.

#### 3. PRESSURE CONTROL EQUIPMENT:

Production Hole – 5000 Psig

BOP schematic diagrams attached.

#### 4. CASING PROGRAM:

	<u>Hole</u>	<u>Length</u>	<u>Size</u>	<b>WEIGHT</b>	<u>Grade</u>	<b>Thread</b>	Rating	<b>Factor</b>	
CASING	<u>Size</u>						<b>Collapse</b>	<b>Burst</b>	<u>Tensile</u>
Conductor	17 ½"	0 – 60'	13 %"	48.0#	H-40	STC	770 PSI	1730 PSI	322,000#
		0' - 2,300'							
Surface	<b>12</b> ¼"	KB±	9-5/8"	36.0#	J-55	STC	2020 PSI	3520 Psi	394,000#
Production	7-7/8"	Surface - TD	4-1/2"	11.6#	N-80	LTC	6350 PSI	7780 Psi	233,000#

Note: 12-1/4" surface hole will be drilled to a total depth of 200'± below the base of the Green River lost circulation zone and cased w/9-5/6" as shown to that depth. Drilled depth may be shallower or deeper than the 2300' shown above depending on the actual depth of the loss zone.

All casing will be new or inspected.

## CHAPITA WELLS UNIT 789-20 NE/SW, SEC. 20, T9S, R23E, S.L.B.&M.. UINTAH COUNTY, UTAH

#### 5. Float Equipment:

#### Surface Hole Procedure (0'- 2300'±)

Guide Shoe

Insert Float Collar (PDC drillable)

Centralizers: 1-5' above shoe, top of jts. #2 and #3 then every 5<sup>th</sup> joint to surface. (15 total)

#### Production Hole Procedure (2300'± - TD):

Float shoe, 1 joint casing, float collar and balance of casing to surface. 4-½", 11.6#, N-80 or equivalent marker collars or short casing joints to be placed at top of Price River and 400' above top of Wasatch. Centralizers to be placed 5' above shoe on joint #1, top of joint #2, and every 2nd joint to 400' above Wasatch Island top. Thread lock float shoe, top and bottom of float collar, and top of 2<sup>nd</sup> joint.

#### 6. MUD PROGRAM

#### Surface Hole Procedure (Surface - 2300'±):

Air/air mist or aerated water.

#### Production Hole Procedure (2300'± - TD):

Anticipated mud weight 9.5 – 10.5 ppg depending on actual wellbore conditions encountered while drilling.

2300'±-TD A closed mud system will be utilized. A bentonite gelled water mud system will be used to control viscosity w/PHPA polymer used for supplemental viscosity and clay encapsulation/inhibition. Water loss will be maintained at <15cc's using white starch or PAC. Bactericides will be used as needed. Anticipated pH will range from 9.0-10.0. Mud weight will be adjusted as necessary for well control. Deflocculants/thinners will be used as necessary to maintain mud quality. LCM sweeps will be utilized as necessary to control lost circulation and mud loss. CO2 contamination, if encountered, will be treated with lime and gypsum.

## CHAPITA WELLS UNIT 789-20 NE/SW, SEC. 20, T9S, R23E, S.L.B.&M.. UINTAH COUNTY, UTAH

#### 7. VARIANCE REQUESTS:

Reference: Onshore Oil and Gas Order No. 1

Onshore Oil and Gas Order No. 2 – Section E: Special Drilling Operations

- o EOG Resources, Inc. requests a variance to regulations requiring a straight run blooie line to be 100' in length. (Where possible, a straight run blooie line will be used).
- EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. To reduce location excavation, the blooie line will be approximately 75' in length.
- EOG Resources, Inc. requests a variance to regulations, during air drilling operations only, requiring dedusting equipment. Dust during air drilling operations is controlled by water mist.
- EOG Resources, Inc. requests a variance to regulations, during air drilling operations only, requiring an automatic igniter or continuous pilot light on the blooie line. (Not required on aerated water system).
- EOG Resources, Inc. requests a variance that compressors are located in the opposite direction from the blooie line a minimum of 100 feet from the well bore. (Air Compressors are rig mounted).

#### 8. EVALUATION PROGRAM:

**Logs:** Mud log from base of surface casing to TD.

Cased-hole Logs: Cased-hole logs will be run in lieu of open-hole logs consisting of the following: Cement

**Bond / Casing Collar Locator and Pulsed Neutron** 

## CHAPITA WELLS UNIT 789-20 NE/SW, SEC. 20, T9S, R23E, S.L.B.&M.. UINTAH COUNTY, UTAH

#### 9. CEMENT PROGRAM:

#### Surface Hole Procedure (Surface - 2300'±):

Lead: 185 sks Class "G" cement with 16% Gel, 10 #/sx Gilsonite, 3% Salt, 2% CaCl<sub>2</sub>, 3 lb/sx

GR3 ¼ #/sx Flocele mixed at 11 ppg, 3.82 ft<sup>3</sup>/sk. yield, 23 gps water.

Tail: 207 sks Class "G" cement with 2% CaCl<sub>2</sub>, ¼#/sk Flocele mixed at 15.6 ppg, 1.18 ft<sup>3</sup>/sk., 5.2 gps

water.

**Top Out:** As necessary with Class "G" cement with 2% CaCl<sub>2</sub>, ¼#/sk Flocele mixed at 15.6 ppg,

1.18 ft<sup>3</sup>/sk., 5.2 gps water.

**Note**: Cement volumes will be calculated to bring lead cement to surface and tail cement to

500'above the casing shoe.

#### Production Hole Procedure (2300'± - TD)

**Lead:** 126 sks: Hi-Lift "G" w/12% D20 (Bentonite), 1% D79 (Extender), 5% D44

(Salt),0.2% D46 (Antifoam), 0.25% D112 (Fluid Loss Additive), 0.25 pps D29 (cello flakes)

mixed at 11.0 ppg, 3.91 ft<sup>3</sup>/sk., 24.5 gps water.

**Tail:** 503 sks: 50:50 Poz "G" w/ 2% D20 (Bentonite), 0.1% D46 (Antifoam), 0.075%

D13 (Retarder), 0.2% D167 (Fluid Loss Additive), 0.2% D65 (Dispersant), mixed at 14.1

ppg, 1.28 ft<sup>3</sup>/sk., 5.9gps water.

**Note**: The above number of sacks is based on gauge-hole calculation.

Lead volume to be calculated to bring cement to 200'± above 9-5/8" casing shoe. Tail volume to be calculated to bring cement to 400'± above top of Wasatch.

Final Cement volumes will be based upon gauge-hole plus 45% excess.

#### 10. ABNORMAL CONDITIONS:

#### Surface Hole (Surface - 2300'±):

Lost circulation

#### Production Hole (2300'± - TD):

Sloughing shales, lost circulation and key seat development are possible in the Wasatch Formation.

## CHAPITA WELLS UNIT 789-20 NE/SW, SEC. 20, T9S, R23E, S.L.B.&M.. UINTAH COUNTY, UTAH

#### 11. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Upper and Lower Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

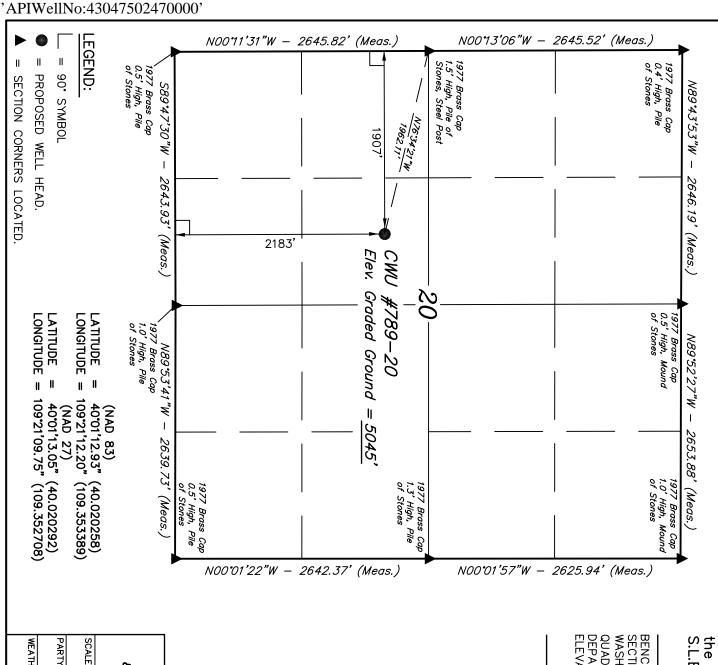
#### 12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

#### 13. Air Drilling Operations:

- 1. Main Air Compressors are 1250 CFM 350 psi with 2000 psi Boosters and are rig mounted.
- 2. Secondary Air Compressors are 1170 CFM 350 psi with 2000 psi Boosters and are rig mounted.
- Minimum setting depth of conductor casing will be 60' GL or 10'± into competent formation, whichever is deeper, as determined by the EOG person in charge. Exceptions must be approved by an EOG drilling superintendent or manager.
- 4. The diameter of the diverter flow line will be a minimum of 10" to help reduce back pressure on the well bore during uncontrolled flow.
- 5. Rat and Mouse hole drilling will occur only after surface casing has been set and cemented.
- 6. EOG Resources, Inc. will use a properly maintained and lubricated stripper head.

(Attachment: BOP Schematic Diagram)



## EOG RESOURCES, INC.

S.L.B.&M. Uintah County, Utah. the NE 1/4 SW 1/4 of Section 20, Well location, CWU #789—20, located as T9S, shown R23E,

3

R23E,

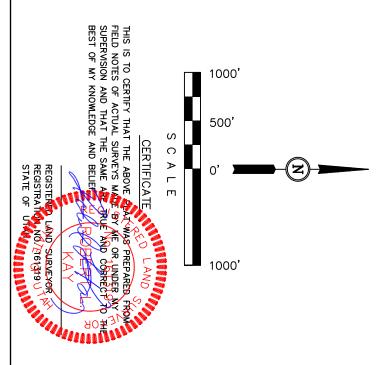
S.L.B.&M

# BASIS OF ELEVATION

BENCHMARK 58 EAM (1965) LOCATED IN THE NE 1/4 OF SECTION 30, T9S, R23E, S.L.B.&M. TAKEN FROM THE RED WASH SE, QUADRANGLE, UTAH, UINTAH COUNTY 7.5 MINUTE DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5132 FEET. QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES

# BASIS OF BEARINGS

BASIS 유 BEARINGS IS A G.P.S. OBSERVATION



#### WEATHER PARTY SCALE 85 SOUTH HOT UINTAH 1000 $\leq$ ENGINEERING 200 EAST X.E (435) 789–1017 DATE SURVEYED: 7-28-08 REFERENCES ጵ VERNAL, EOG RESOURCES, G.L.O. LAND PLAT SURVEYING UTAHDATE DRAWN: 8-07-08 NC. 84078

### EOG RESOURCES, INC.

CWU #789-20

LOCATED IN UINTAH COUNTY, UTAH SECTION 20, T9S, R23E, S.L.B.&M.

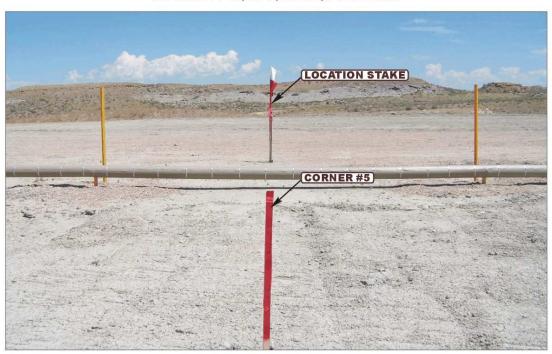


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTERLY

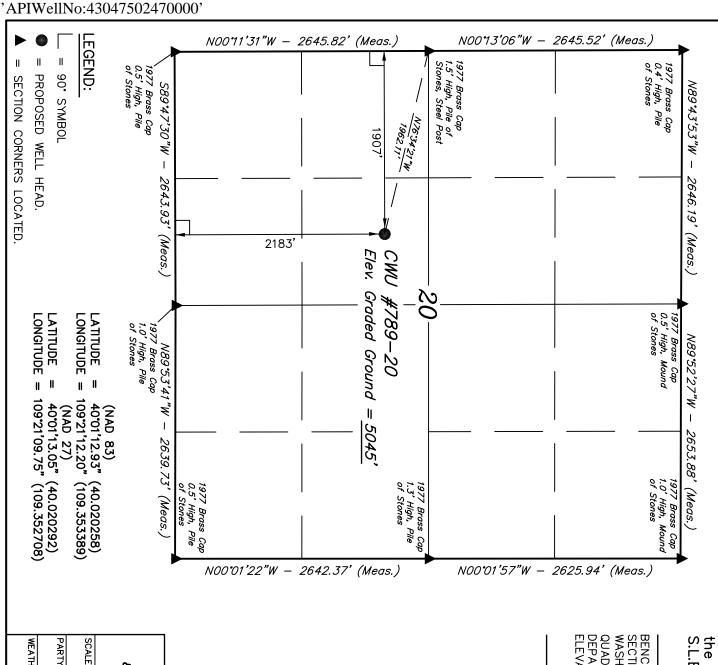


PHOTO: VIEW OF EXISTING ACCESS

CAMERA ANGLE: SOUTHEASTERLY



LOCATION PHOTOS		09 MONTH	05 DAY	08 YEAR	РНОТО
TAKEN BY: T.M.	DRAWN BY: J.H	. REV	ISED: 0	0-00-00	



## EOG RESOURCES, INC.

S.L.B.&M. Uintah County, Utah. the NE 1/4 SW 1/4 of Section 20, Well location, CWU #789—20, located as T9S, shown R23E,

3

R23E,

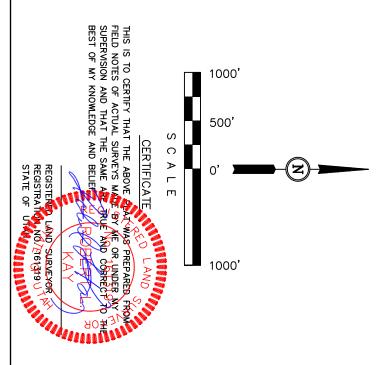
S.L.B.&M

# BASIS OF ELEVATION

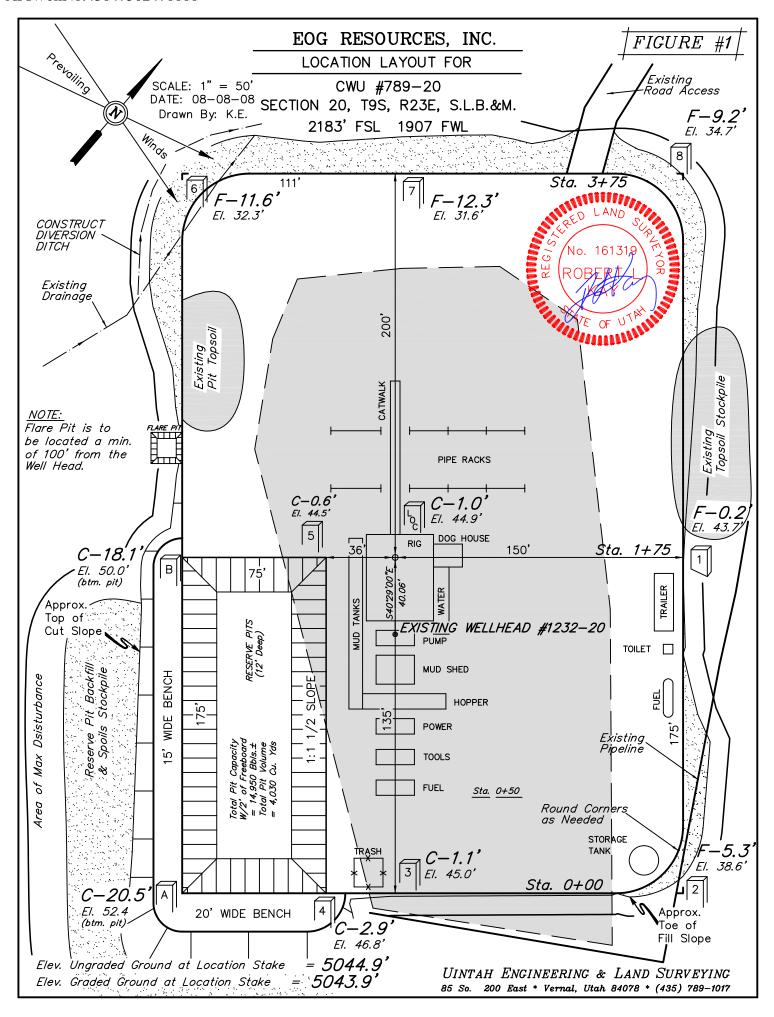
BENCHMARK 58 EAM (1965) LOCATED IN THE NE 1/4 OF SECTION 30, T9S, R23E, S.L.B.&M. TAKEN FROM THE RED WASH SE, QUADRANGLE, UTAH, UINTAH COUNTY 7.5 MINUTE DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5132 FEET. QUAD. (TOPOGRAPHIC MAP) PUBLISHED BY THE UNITED STATES

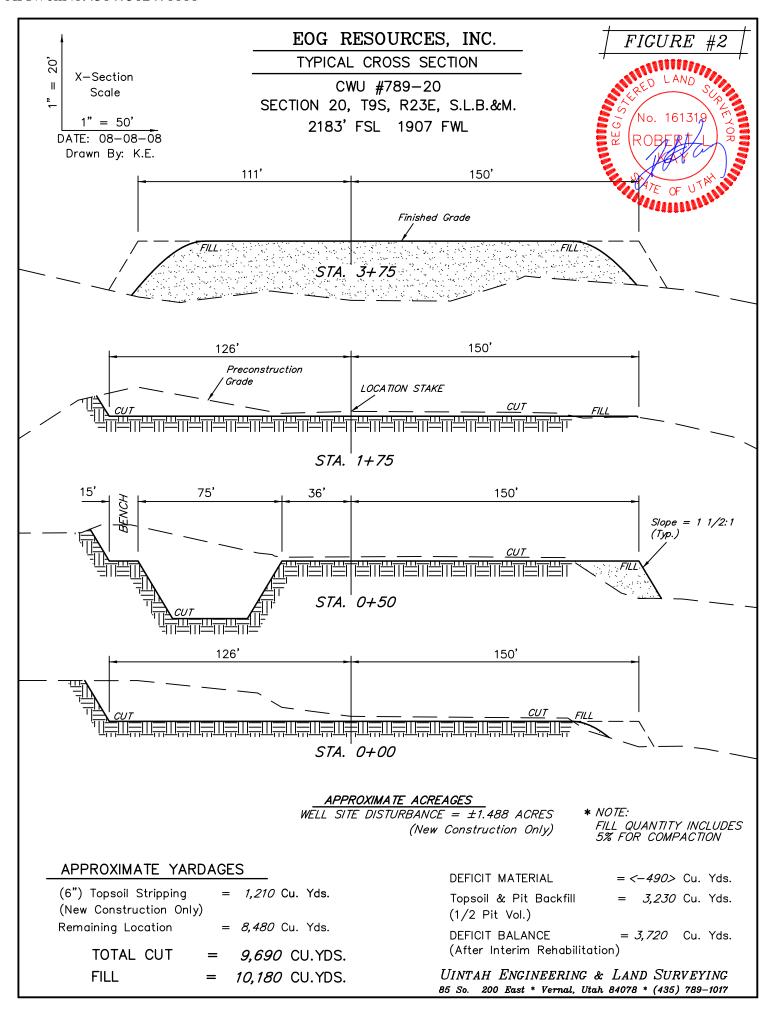
# BASIS OF BEARINGS

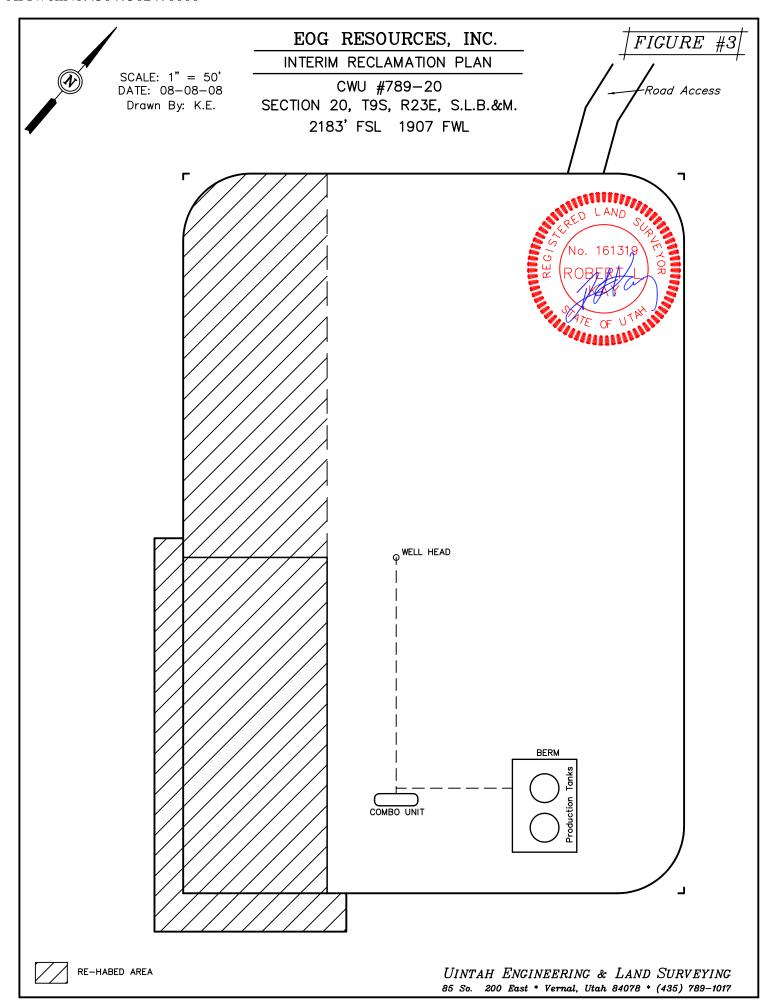
BASIS 유 BEARINGS IS A G.P.S. OBSERVATION



#### WEATHER PARTY SCALE 85 SOUTH HOT UINTAH 1000 $\leq$ ENGINEERING 200 EAST X.E (435) 789–1017 DATE SURVEYED: 7-28-08 REFERENCES ጵ VERNAL, EOG RESOURCES, G.L.O. LAND PLAT SURVEYING UTAHDATE DRAWN: 8-07-08 NC. 84078



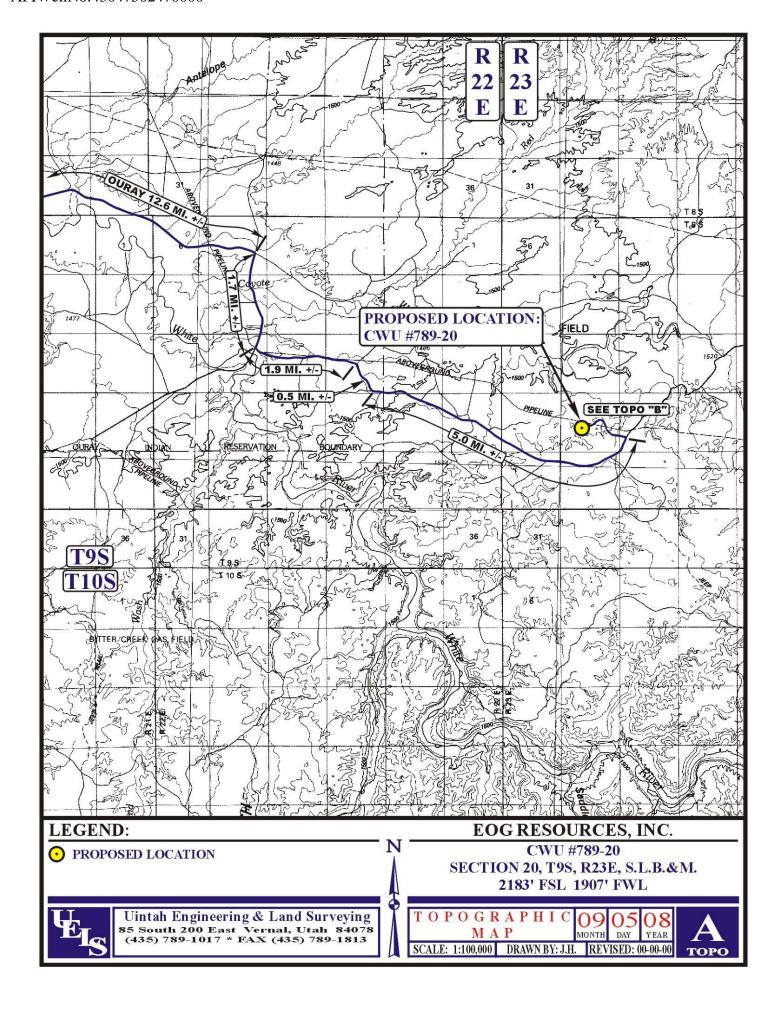


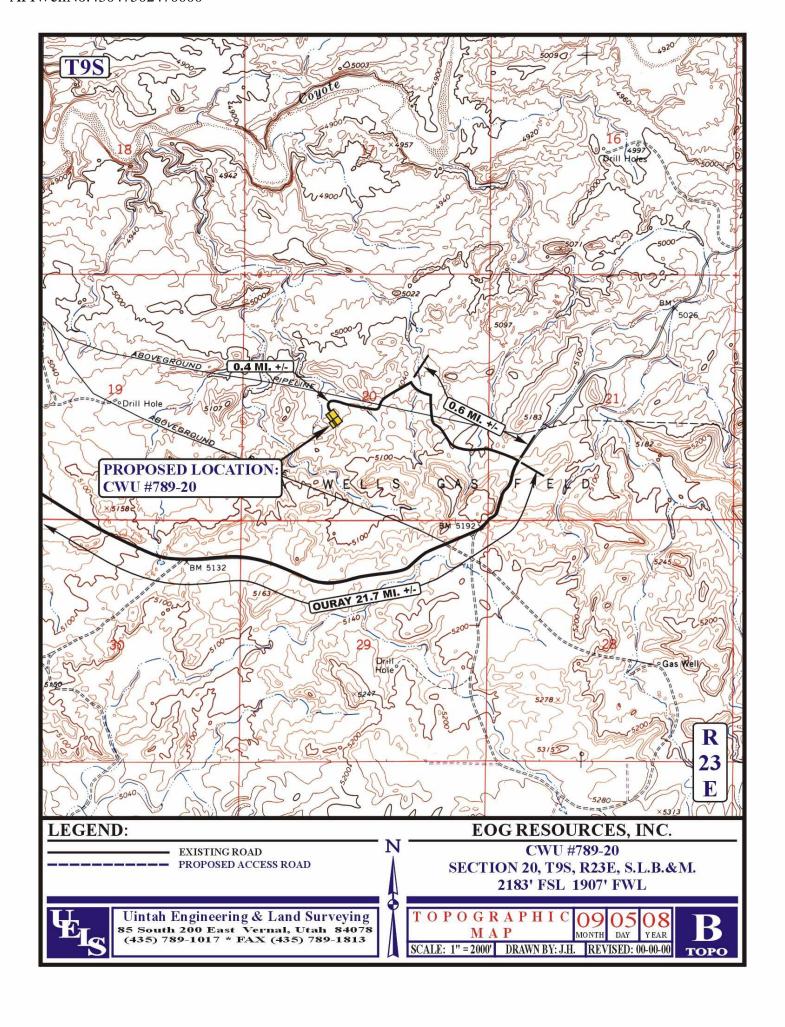


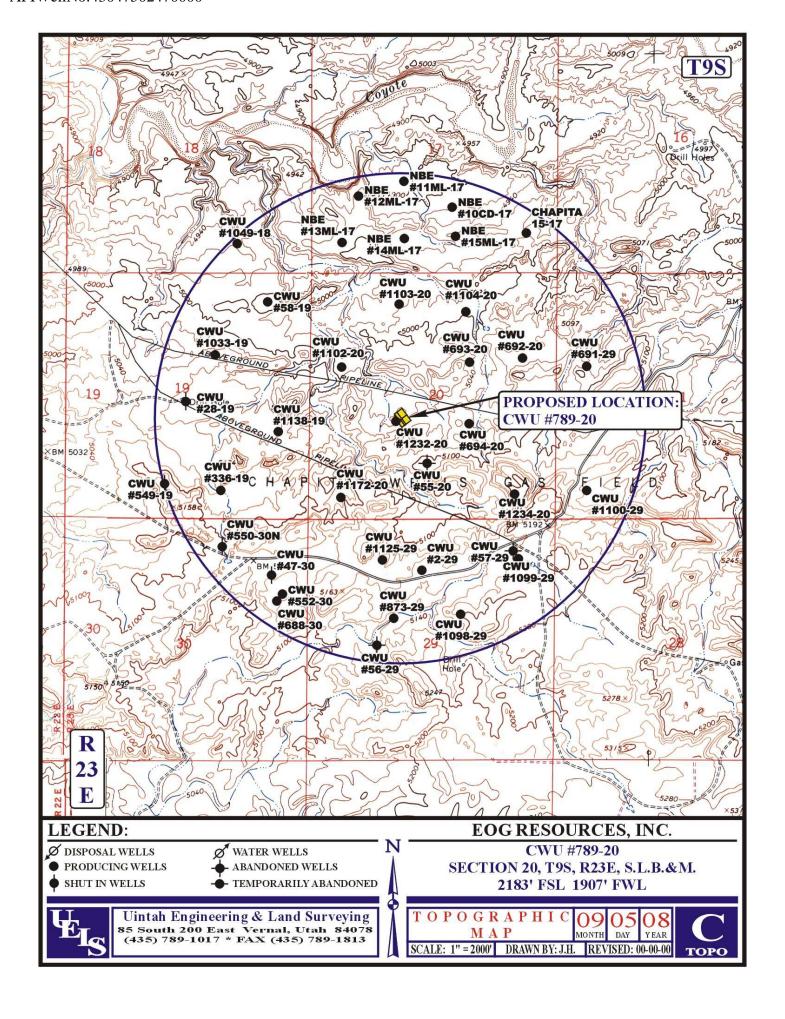
### EOG RESOURCES, INC. CWU #789-20 SECTION 20, T9S, R23E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88: EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.3 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 12.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN RIGHT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 1.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY DIRECTION APPROXIMATELY 1.9 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY DIRECTION APPROXIMATELY 0.5 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 5.0 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE WEST: TURN LEFT AND PROCEED IN A WESTERLY DIRECTION APPROXIMATELY 0.6 MILES TO JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN LEFT AND PROCEED IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.4 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 53.6 MILES.









#### Chapita Wells Unit 789-20 NESW, Section 20, T9S, R23E Uintah County, Utah

#### SURFACE USE PLAN

The well pad is approximately 375 feet long with a 261-foot width, containing 2.25 acres more or less. New surface disturbance associated with the well pad is estimated to be 2.25 acres.

#### 1. EXISTING ROADS:

- A. See attached Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 53.6 miles south of Vernal, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary.

#### 2. PLANNED ACCESS ROAD:

- A. The existing access road for the Chapita Wells Unit 1232-20 will be used to access the proposed location.
- B. No additional storage areas will be needed for storing equipment, stockpiling, or vehicle parking.

All travel will be confined to existing access road rights-of-way.

Traveling off the 30-foot right-of-way will not be allowed. The access road and associated drainage structures will be constructed and maintained in accordance with road guidelines contained in the joint BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Fourth Edition, and/or BLM Manual Section 9113 concerning road construction standards on projects subject to federal jurisdiction. During the drilling and production phase of operations, the road surface and shoulders will be kept in a safe and useable condition and drainage ditches and culverts will be kept clear and free flowing.

#### 3. LOCATION OF EXISTING WELLS WITHIN A ONE-MILE RADIUS:

See attached TOPO map "C" for the location of wells within a one-mile radius.

#### 4. LOCATION OF EXISTING AND/OR PROPOSED PRODUCTION FACILITIES:

#### A. On Well Pad

- 1. Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of wellhead valves, combo separator-dehy unit with meter, two (2) 400-bbl or one (1) 300-bbl vertical tanks and attaching piping.
- 2. Gas gathering lines A 4" gathering line will be buried from dehy to the edge of the location.

#### B. Off Well Pad

1. No new off-pad facilities will be required. The existing pipeline for the Chapita Wells Unit 1232-20 will be used to transport gas from the proposed location.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within 6 months of installation. All facilities will be painted with Carlsbad Canyon or Covert Green. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

#### 5. LOCATION AND TYPE OF WATER SUPPLY:

- A. Water supply will be Bonanza Power Plant water source in Sec 26, T8S, R23E, Uintah County, UT (State Water Right # 49-225(A31368)). Water will be hauled by a licensed trucking company.
- B. Water will be hauled by a licensed trucking company.
- C. No water well will be drilled on lease.

#### 6. Source of Construction Materials:

- A. All construction material for this pipeline will be of native borrow and soil accumulated during the construction of the location.
- B. No mineral materials will be required.

#### 7. METHODS OF HANDLING WASTE DISPOSAL:

#### A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.

- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at the Uintah County Landfill.
- 4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90 day period, the produced water will be contained in a tank on location and then disposed of at one of the following locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, CWU 550-30N SWD, CWU 2-29 SWD, Red Wash Evaporation ponds 1, 2, 3, 4, 5 or 6, Coyote Evaporation Ponds 1, 2, 3, or 4, White River Evaporation Ponds 1, or 2 or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).
- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit, through natural or artificial methods, or removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

The reserve pit will be constructed so as not to leak, break, or allow discharge. If the reserve pit requires padding prior to lining (due to rocky conditions) felt padding will be used.

The reserve pit shall be lined with felt, and a 16-millimeter plastic liner. Sufficient bedding (i.e. weed free straw, or hay; felt; polyswell or soil) will be used to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. More stringent protective requirements may be deemed necessary by the A.O.

EOG Resources, Inc. maintains a file, per 29 CFR 1910.1200 (g) containing current Material Safety Data Sheets (MSDS) for all chemicals, compounds, and/or substances which are used during the course of construction, drilling, completion, and production operations for this project. Hazardous materials (substances) which may be found at the site may include drilling mud and cementing products which are primarily inhalation hazards, fuels (flammable and/or combustible), materials that may be necessary for well completion/ stimulation activities such as flammable or combustible substances and acids/gels (corrosives). The opportunity for Superfund Amendments and Reauthorization Act (SARA) listed Extremely Hazardous Substances (EHS) at the site is generally limited to proprietary treating chemicals. All hazardous and EHS and commercial preparations will be handled in an appropriate manner to minimize the potential for leaks or spills to the environment.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, extremely hazardous substances, as defined in 40 CFR 355, in threshold

planning quantities, will not be used, produced, stored, transported, or disposed of in association with the drilling, testing or completion of the well.

#### 8. ANCILLARY FACILITIES:

None anticipated.

#### 9. WELL SITE LAYOUT:

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the south corner of the location. The flare pit will be located downwind of the prevailing wind direction on the west side of the location, a minimum of 100 feet from the wellhead and 30 feet from the reserve pit fence.

The stockpiled location topsoil will be stored in a location providing easy access for interim reclamation and protection of the topsoil. Upon completion of construction, the stockpiled topsoil from the location will be broadcast seeded with the approved seed mixture from this location and then walked down with a Caterpillar tractor.

Access to the well pad will be from the north.

Diversion ditch(es) shall be constructed on the west side of the location.

The corners of the well pad will be rounded off as needed to minimize excavation.

#### **FENCING REQUIREMENTS:**

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.)
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distances between any two posts shall be no greater than 16 feet.

E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BLM or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently counted on concrete bases. Prior to crossing any fence located on Federal land, or any fence between Federal land and private land, the operator will contact the BLM, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

#### 10. PLANS FOR RECLAMATION OF THE SURFACE:

#### A. Interim Reclamation (Producing Location)

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be reseeded during interim reclamation. The reserve pit will be reclaimed within 90 days from the date of the well completion, or as soon as environmental conditions allow. Before any dirt takes place, the reserve pit must be completely dry and free of all foreign obstacles.

The stockpiled pit topsoil will then be spread over the pit area and broadcast seeded with the prescribed seed mixture for this location. The seeded area will then be walked down with a cat.

#### CHAPITA WELLS UNIT 789-20 Surface Use Plan

	Drilled Rate
Seed Mixture	(lbs./acre PLS*)
HyCrest Wheatgrass	5.0
Shadscale	4.0
Prostrate Kochia	3.0

<sup>\*</sup>Pure live seed (PLS) formula: percent of purity of seed mixture times percent germination of seed mixture equals portion of seed mixture that is PLS.

#### B. Dry Hole/Abandoned Location

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BLM will attach the appropriated surface rehabilitation conditions of approval.

Seed Mixture	Drilled Rate (lbs./acre PLS*)
Gardner Saltbush	4.0
Shadscale	4.0
HyCrest Wheatgrass	4.0

<sup>\*</sup>Pure live seed (PLS) formula: percent of purity of seed mixture times percent germination of seed mixture equals portion of seed mixture that is PLS.

#### 11. SURFACE OWNERSHIP:

Surface ownership of the proposed well site, access road, and pipeline route is as follows:

#### **Bureau of Land Management**

#### 12. OTHER INFORMATION:

- A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the Authorized Officer. Within five working days the Authorized Officer will inform the operator as to:
  - Whether the materials appear eligible for the National Register of Historic Places;
  - The mitigation measures the operator will likely have to undertake before the site can be used.

 A time frame for the Authorized Officer to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the Authorized Officer are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the Authorized Officer will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The Authorized Officer will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the Authorized Officer that required mitigation has been completed, the operator will then be allowed to resume construction.

- B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BLM administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application or herbicides or other pesticides or possible hazardous chemicals.
- C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on BLM lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BLM does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)
- D. The drilling rig and ancillary equipment will be removed from the location prior to commencement of completion operations. Completion operations will be conducted utilizing a completion/workover rig.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice of Lessees. The operator is fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Construction activity will not be conducted using frozen or saturated soils material or during periods when watershed damage is likely to occur.

If the existing access road, proposed access road, and proposed pad are dry during construction, drilling, and completion activities, water will be applied to help facilitate compaction during construction and to minimize soil loss as a result of wind erosion.

A cultural resources survey was conducted and will be submitted by Montgomery Archaeological Consultants. A paleontological survey was conducted and submitted by Intermountain Paleo on 11/19/2008.

#### CHAPITA WELLS UNIT 789-20 Surface Use Plan

Page 8

#### **Additional Surface Stipulations:**

None.

#### LESSEE OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION:

#### **PERMITTING AGENT**

Mary A. Maestas EOG Resources, Inc. 1060 East Highway 40 Vernal, UT 84078 (435) 781-9111

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

The operator or his/her contractor shall contact the BLM office at (435) 781-4400 forty-eight (48) hours prior to construction activities.

#### **CERTIFICATION:**

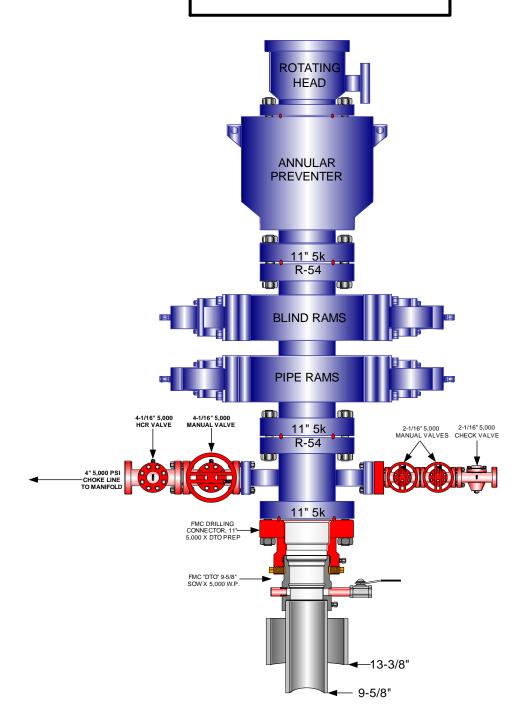
I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

Please be advised that EOG Resources, Inc. is considered to be the operator of the Chapita Wells Unit 789-20 Well, located in the NESW, of Section 20, T9S, R23E, Uintah County, Utah; Federal land and minerals; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond Coverage is under Bond # NM 2308.

December 11, 2008	
Date	Mary A. Maestas, Regulatory Assistant

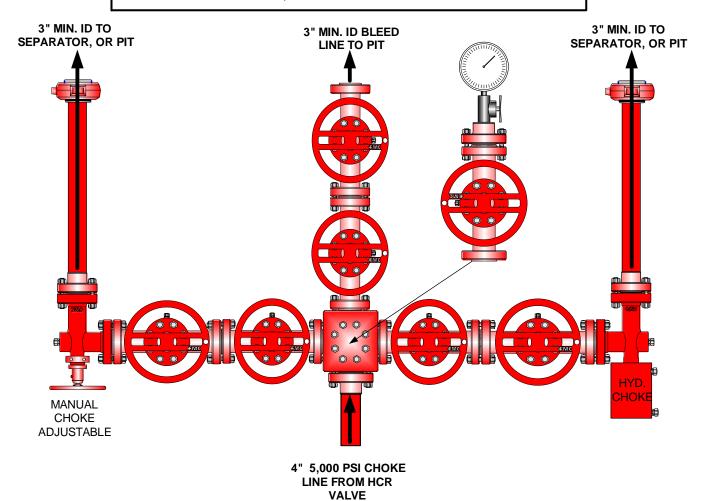
EOG RESOURCES 11" 5,000 PSI W.P. BOP CONFIGURATION

PAGE 1 OF 2



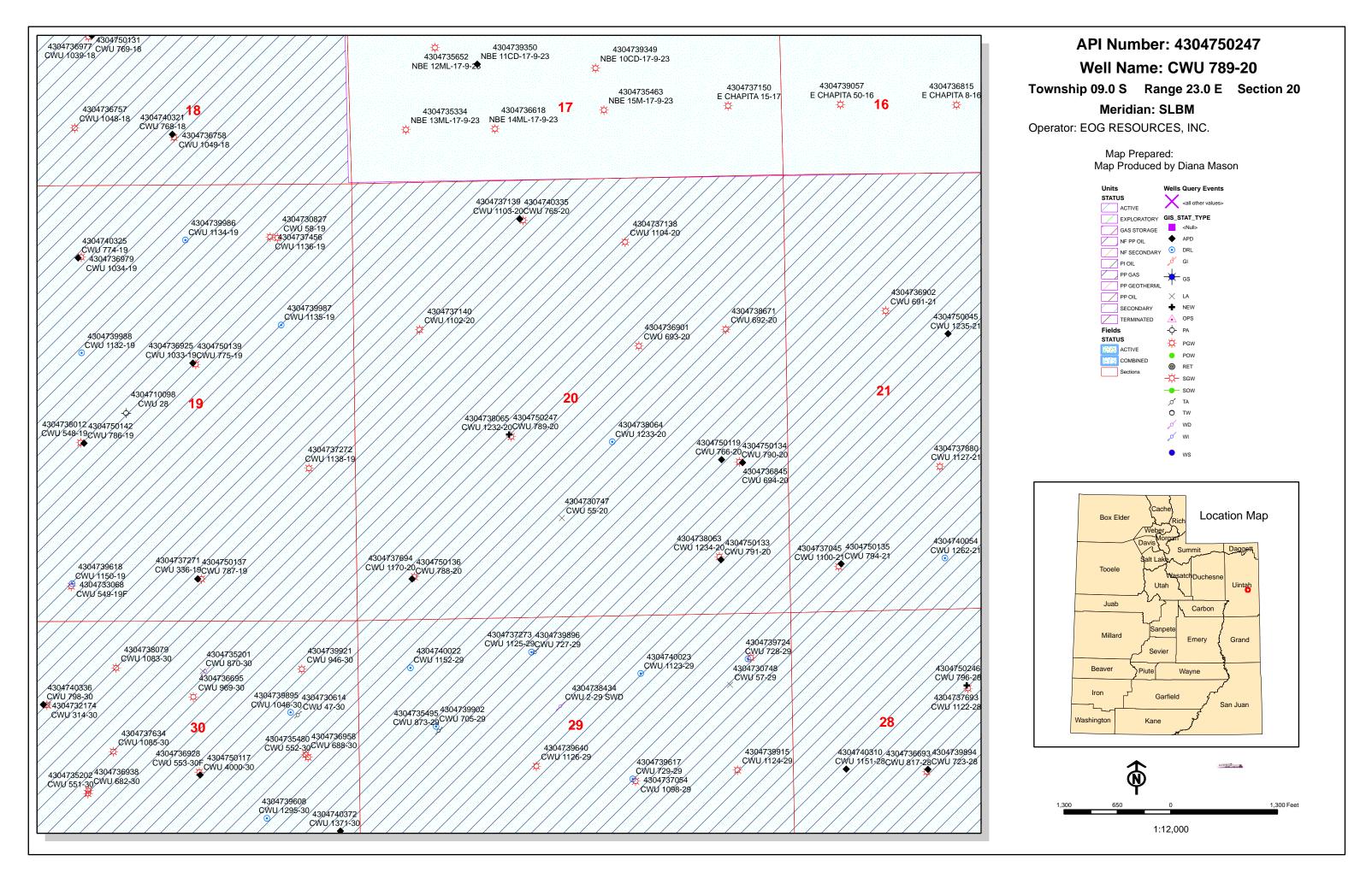
### EOG RESOURCES CHOKE MANIFOLD CONFIGURATION W/ 5,000 PSI WP VALVES

**PAGE 2 0F 2** 



#### **Testing Procedure:**

- 1. BOP will be tested with a professional tester to conform to Onshore Order #2.
- 2. Blind and Pipe rams will be tested to rated working pressure, 5,000 psi.
- 3. Annular Preventer will be tested to 50% working pressure, 2,500 psi. Casing will be tested to 0.22 psi / ft. or 1,500 psi. Not to exceed 70% of burst strength, whichever is greater.
- 4. All lines subject to well pressure will be tested to the same pressure as blind and pipe rams.
- 5. All BOPE specifications and configurations will meet Onshore Order #2 requirements.



### **United States Department of the Interior**

#### BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

December 18, 2008

#### Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2008 Plan of Development Chapita Wells Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2008 within the Chapita Wells Unit, Uintah County, Utah.

API # WELL NAME LOCATION

(Proposed PZ PRICE RIVER)

43-047-50235 CWU 1424-34 Sec 34 T09S R23E 1055 FNL 1250 FEL 43-047-50236 CWU 1422-34 Sec 34 T09S R23E 1201 FNL 2364 FEL 43-047-50237 CWU 1411-23 Sec 23 T09S R22E 2592 FNL 0089 FEL 43-047-50238 CWU 1410-23 Sec 23 T09S R22E 1517 FNL 1450 FEL 43-047-50244 CWU 1202-10 Sec 10 T09S R22E 1517 FNL 0599 FEL 43-047-50245 CWU 1199-11 Sec 11 T09S R22E 0767 FSL 1993 FWL

#### (Proposed PZ WASATCH)

43-047-50242 CWU 4005-30 Sec 30 T09S R23E 2198 FSL 0718 FEL 43-047-50243 CWU 4003-30 Sec 30 T09S R23E 0476 FSL 0426 FWL 43-047-50246 CWU 796-28 Sec 28 T09S R23E 0966 FNL 2143 FWL 43-047-50247 CWU 789-20 Sec 20 T09S R23E 2183 FSL 1907 FWL 43-047-50248 CWU 785-26 Sec 26 T09S R22E 0312 FNL 2109 FEL 43-047-50249 CWU 746-07 Sec 7 T09S R23E 2169 FSL 2140 FWL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

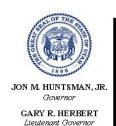
bcc: File - Chapita Wells Unit
 Division of Oil Gas and Mining
 Central Files
 Agr. Sec. Chron
 Fluid Chron

MCoulthard:mc:12-18-08

#### WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED:	12/11/2008	API NO. ASSIGNED:	43047502470000		
WELL NAME:	CWU 789-20				
OPERATOR:	EOG Resources, Inc. (N95	50) PHONE NUMBER:	303 824-5526		
CONTACT:	: Mary Maestas				
PROPOSED LOCATION:	NESW 20 090S 230E	Permit Tech Review:	<u>r</u>		
SURFACE:	2183 FSL 1907 FWL	Engineering Review:			
воттом:	2183 FSL 1907 FWL	Geology Review:			
COUNTY:	UINTAH				
LATITUDE:	40.02030	LONGITUDE:	-109.35266		
<b>UTM SURF EASTINGS:</b>	640582.00	NORTHINGS:	4431100.00		
FIELD NAME:	NATURAL BUTTES				
LEASE TYPE:	1 - Federal				
LEASE NUMBER:	UTU0336A	PROPOSED FORMATION:	PRRV		
SURFACE OWNER:	1 - Federal	COALBED METHANE:	NO		
RECEIVED AND/OR REVIEWE	D:	LOCATION AND SITING:			
<u></u> PLAT		R649-2-3.			
<b>Bond:</b> FEDERAL - NM2308		Unit: CHAPITA WELLS			
Potash		R649-3-2. General			
Oil Shale 190-5					
Oil Shale 190-3		R649-3-3. Exception			
Oil Shale 190-13		✓ Drilling Unit			
<b>✓</b> Water Permit: 49-225		<b>Board Cause No:</b> Cause 179-8			
RDCC Review:		Effective Date: 8/10/1999			
Fee Surface Agreement	Fee Surface Agreement Siting: Suspends General Siting				
Intent to Commingle		R649-3-11. Directional Drill			
Comments: Presite Comp	eleted				
Stipulations: 4 - Federal A	Approval - dmason				

API Well No: 43047502470000



#### State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

#### **Permit To Drill**

\*\*\*\*\*

**Well Name:** CWU 789-20 **API Well Number:** 43047502470000

Lease Number: UTU0336A Surface Owner: FEDERAL Approval Date: 12/23/2008

#### **Issued to:**

EOG Resources, Inc., 600 17th Street, Suite 1000 N, Denver, CO 80202

#### **Authority:**

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 179-8.

#### **Duration:**

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

#### General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

#### **Conditions of Approval:**

State approval of this well does not supercede the required federal approval, which must be obtained prior to drilling.

#### **Notification Requirements:**

Notify the Division with 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

#### **Reporting Requirements:**

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

API Well No: 43047502470000

**Approved By:** 

Gil Hunt

Associate Director, Oil & Gas

Die Hut

## FILE CENTED

**UNITED STATES** DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0136 Expires July 31, 2010

Lease Serial No. UTU0336A

APPLICATION FOR PERMIT	O DRILL OR REEN IEN	o. If findian, Another of Tribe Name
Ia. Type of Work: DRILL REENTER		7. If Unit or CA Agreement, Name and No. UTU63013X
lb. Type of Well: ☐ Oil Well     Gas Well   ☐ Oth	er Single Zone  Multiple Zone	Lease Name and Well No.     CWU 789-20
	MARY A. MAESTAS aestas@eogresources.com	9. API Well No. 43 047 - 50347
3a. Address 1060 EAST HIGHWAY 40 VERNAL, UT 84078	3b. Phone No. (include area code) Ph: 303-824-5526	10. Field and Pool, or Exploratory NATURAL BUTTES
4. Location of Well (Report location clearly and in accorded	ince with any State requirements.*)	11. Sec., T., R., M., or Blk. and Survey or Area
	40.02026 N Lat, 109.35339 W Lon	Sec 20 T9S R23E Mer SLB
At proposed prod. zone NESW 2183FSL 1907FWL	40.02026 N Lat, 109.35339 W Lon	
<ol> <li>Distance in miles and direction from nearest town or post 53.6 MILES SOUTH OF VERNAL, UT</li> </ol>	office*	12. County or Parish 13. State UINTAH UT
<ol> <li>Distance from proposed location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)</li> <li>457' PROP/LSE LINE</li> </ol>	16. No. of Acres in Lease	17. Spacing Unit dedicated to this well
<ol> <li>Distance from proposed location to nearest well, drilling, completed, applied for, on this lease, ft.</li> </ol>	19. Proposed Depth	20. BLM/BIA Bond No. on file
2930'	6960 MD	NM2308
21. Elevations (Show whether DF, KB, RT, GL, etc. 5045 GL	22. Approximate date work will start	23. Estimated duration 45 DAYS
	24. Attachments	
The following, completed in accordance with the requirements of	of Onshore Oil and Gas Order No. 1, shall be attached to	this form:
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan.</li> <li>A Surface Use Plan (if the location is on National Forest Sys SUPO shall be filed with the appropriate Forest Service Of</li> </ol>	Item 20 above). 5. Operator certification	formation and/or plans as may be required by the
25. Signature (Electronic Submission)	Name (Printed/Typed) MARY A. MAESTAS Ph: 303-824-5526	Date 12/11/2008
Title REGULATORY ASSISTANT		
Approved by (Signature)	Name (Printed/Typed)  Ammi Hintch	Date 7/27/300
Assistant Field Manager  Lands & Mineral Resources	VERNAL FIELD OFFICE	
Application approval does not warrant or certify the applicant hoperations thereon.  Conditions of approval, if any, are attached.	olds legal or equitable title to those rights in the subject	lease which would entitle the applicant to conduct
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, States any false, fictitious or fraudulent statements or representa	make it a crime for any person knowingly and willfully tions as to any matter within its jurisdiction.	to make to any department or agency of the Unite

Additional Operator Remarks (see next page)

**RECEIVED** 

Electronic Submission #65481 verified by the BLM Well Information System For EOG RESOURCES INC, sent to the Vernal Committed to AFMSS for processing by GAIL JENKINS on 12/15/2008 (09GXJ1323AE)

JUL 3 0 2009

DIV. OF OIL, GAS & MINING

NOTICE OF APPROVAL

CONDITIONS OF APPROVAL ATTACHED

\*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\* BLM REVISED \*\*

09645010+AE DUSTIONS 2008.



# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT VERNAL FIELD OFFICE

VERNAL FIELD OFFICE VERNAL, UT 84078

(435) 781-4400



#### CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company: Well No:

API No:

EOG Resources CWU 789-20

43-047-50247

Location: Lease No: NESW, Sec.20, T9S, R23E

Lease No: UTU-0336A

Agreement: Chapita Wells Unit

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Matt Baker	(435) 781-4490	(435) 828-4470
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
NRS/Enviro Scientist:	James Hereford	(435) 781-3412	(435) 828-3546
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Dan Emmett	(435) 781-3414	(435) 828-4029
NRS/Enviro Scientist:	Paul Percival	(435) 781-4493	(435) 828-7381
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
NRS/Enviro Scientist:	David Gordon	(435) 781-4424	•
NRS/Enviro Scientist:	Christine Cimiluca	(435) 781-4475	
NRS/Enviro Scientist:	Lori Ford	(435) 781-4406	

Fax: (435) 781-3420

## A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

#### NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)
Location Completion
(Notify Environmental Scientist)
Spud Notice
(Notify Petroleum Engineer) Casing String & Cementing
(Notify Supv. Petroleum Tech.)
BOP & Related Equipment Tests
(Notify Supv. Petroleum Tech.)
First Production Notice
(Notify Petroleum Engineer)

- Forty-Eight (48) hours prior to construction of location and access roads.
- Prior to moving on the drilling rig.
- Twenty-Four (24) hours prior to spudding the well.
- Twenty-Four (24) hours prior to running casing and cementing all casing strings.
- Twenty-Four (24) hours prior to initiating pressure tests.
- Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 7 Well: CWU 789-20 7/22/2009

#### SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

#### SITE SPECIFIC CONDITIONS OF APPROVAL

- Prevent fill and stock piles from entering drainages.
- The access road shall be crowned and ditched. Flat-bladed roads are not allowed.
- The authorized officer may prohibit surface disturbing activities during severe winter, wet, or muddy conditions to minimize watershed damage. This limitation does not apply to operation and maintenance of producing wells.
- If additional erosion occurs during the life of this project, more culverts, low water crossings, berms, wing ditches, or gravel (from a private or commercial source) etc. shall be needed to control the erosion. Low-water crossings and culverts shall be appropriately constructed to avoid sedimentation of drainage ways and other water resources.
- Bury pipelines at all low water crossings.
- Surface pipelines will be placed 5-10 feet outside of the borrow area.
- Surface pipelines will be placed in such a way that they would not wander into the borrow area.
- Pipelines will be buried at all major road and drainage crossings
- The pit liner is to be cut 5 feet below ground surface or at the level of the cuttings, whichever is deeper, and the excess liner material is to be disposed of at an authorized disposal site.

#### DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

#### SITE SPECIFIC DOWNHOLE COAs:

• Production casing cement shall be brought up and into the surface casing. The minimum cement top is 200 ft above the surface casing shoe.

COA specification is consistent with operators performance standard stated in APD.

• A variance is granted for Onshore Order #2 Drilling Operations III. E. "Blooie line discharge 100 feet from well bore and securely anchored" Blooie line can be 75 feet.

All requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E. Drilling Operations, Special Drilling Operations, air/gas drilling.

• A Gamma Ray well Log shall be run from the well Total Depth to the surface. A copy of the Gamma Ray well Log shall be submitted to the BLM Vernal Field Office.

Onshore Order no. #2 Drilling Operations III, E. 1.

- All requirements will be adhered to covering air/gas drilling operations as described in Onshore Order #2 III. E.
- Drilling Operations, Special Drilling Operations, air/gas drilling. variance(s) to Onshore Order #2 Drilling Operations III. E.
  - -requirement for deduster equipment

requirement waived for deduster equipment

- -Deduster equipment capabilities described by operator as function performed by continuous sprayer water mist
- -automatic igniter or continuous pilot light on the blooie line requirement waived for ignitor and pilot light
- -operators blooie line output fluid stream is an incombustible aerated water system blooie line fire prevention and suppression function operation achieved thru continuous aerated water fluid stream flow
- -compressors located in opposite direction from the blooie line a minimum of 100 feet
  Compressors are truck mounted. Operators standard practice is to rig up with truck
  mounted compressors oriented ninety degrees to blooie line. Compressors are truck
  mounted with spark arresters.
- The operator must report encounters of gilsonite and/or tar sand. This is a repetition of a standard COA.
- The operator must notify any active gilsonite operation located within 2 miles of the location 48 hours prior to any surface blasting for this well.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

#### DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

 The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.

Page 4 of 7 Well: CWU 789-20 7/22/2009

- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
  daily drilling report. Components shall be operated and tested as required by Onshore Oil &
  Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
  performed by a test pump with a chart recorder and <u>NOT</u> by the rig pumps. Test shall be
  reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
  is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
  Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person making the report (along with a telephone number) should the BLM need to obtain additional information.
- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
   Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum
   Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT\_VN\_Welllogs@BLM.gov. This submission will supersede the requirement for

Page 5 of 7 Well: CWU 789-20 7/22/2009

### submittal of paper logs to the BLM.

 There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 6 of 7 Well: CWU 789-20 7/22/2009

#### **OPERATING REQUIREMENT REMINDERS:**

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
  notified when it is placed in a producing status. Such notification will be by written
  communication and must be received in this office by not later than the fifth business day
  following the date on which the well is placed on production. The notification shall provide, as a
  minimum, the following informational items:
  - o Operator name, address, and telephone number.
  - Well name and number.
  - Well location (¼¼, Sec., Twn, Rng, and P.M.).
  - Date well was placed in a producing status (date of first production for which royalty will be paid).
  - o The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
  - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
  - o Unit agreement and/or participating area name and number, if applicable.
  - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 7 of 7 Well: CWU 789-20 7/22/2009

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
  Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
  and all future meter proving schedules. A copy of the meter calibration reports shall be
  submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
  standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
  measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
  to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
  first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
  adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
  sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
  equipment shall be removed from a well to be placed in a suspended status without prior
  approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
  days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
  before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
  Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
  order that a representative may witness plugging operations. If a well is suspended or
  abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent
  Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual
  plugging of the well bore, showing location of plugs, amount of cement in each, and amount of
  casing left in hole, and the current status of the surface restoration.

	STATE OF UTAH		FORM 9
	NG	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU0336A	
SUNDF	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
	sals to drill new wells, significantly deepen ex ugged wells, or to drill horizontal laterals. Use		7.UNIT or CA AGREEMENT NAME: CHAPITA WELLS
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: CWU 789-20		
2. NAME OF OPERATOR: EOG Resources, Inc.			<b>9. API NUMBER:</b> 43047502470000
3. ADDRESS OF OPERATOR: 1060 East Highway 40 , Verna	al, UT, 84078 435 781-9111	PHONE NUMBER: Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2183 FSL 1907 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NESW Section: 20	IP, RANGE, MERIDIAN: Township: 09.0S Range: 23.0E Meridian: S		STATE: UTAH
11. CHE	CK APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPORT,	OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION DMPLETED OPERATIONS. Clearly show all pertin respectfully requests the APD for extended for one year.	ent details including dates, depths, voor the referenced well be	CASING REPAIR  CHANGE WELL NAME  CONVERT WELL TYPE  NEW CONSTRUCTION  PLUG BACK  RECOMPLETE DIFFERENT FORMATION  TEMPORARY ABANDON  WATER DISPOSAL  ✓ APD EXTENSION  OTHER:  Olumes, etc.  Approved by the  Utah Division of  Oil, Gas and Mining  ate: December 15, 2009
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE	
Mickenzie Gates SIGNATURE	435 781-9145	Operations Clerk  DATE	
N/A		12/14/2009	



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

### Request for Permit Extension Validation Well Number 43047502470000

**API:** 43047502470000 Well Name: CWU 789-20

Location: 2183 FSL 1907 FWL QTR NESW SEC 20 TWNP 090S RNG 230E MER S

Company Permit Issued to: EOG RESOURCES, INC.

**Date Original Permit Issued: 12/23/2008** 

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not

uire revi	sion. Following is a	checklist of	some items rela	ed to the app	olićation, wł	nich should be verified.
	ated on private land ed? 📗 Yes 🍺 N		nership changed	l, if so, has th	e surface a	greement been
	any wells been drill requirements for tl				ich would af	fect the spacing or
	nere been any unit of proposed well?			ace that coul	d affect the	permitting or operation
	there been any cha the proposed locat			uding owners	hip, or righ	tof- way, which could
• Has tl	ne approved source	of water for	drilling changed	? 📗 Yes 🗓	No	
	there been any phy je in plans from wha					which will require a No
• Is bo	nding still in place, v	which covers	s this proposed v	vell? 📵 Yes	s 🗐 No 😈	pproved by the tah Division of Gas and Mining
nature:	Mickenzie Gates	Date:	12/14/2009			
	Operations Clerk Re			INC.	Date:	December 15, 2009
				-	P	Old his on

Sig

	STATE OF UTAH				FORM 9
DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING					E DESIGNATION AND SERIAL NUMBER: 336A
SUNDRY NOTICES AND REPORTS ON WELLS				6. IF II	NDIAN, ALLOTTEE OR TRIBE NAME:
	sals to drill new wells, significantly deepe ugged wells, or to drill horizontal laterals.				or CA AGREEMENT NAME: TA WELLS
1. TYPE OF WELL Gas Well					L NAME and NUMBER: 789-20
2. NAME OF OPERATOR: EOG Resources, Inc.					NUMBER: '502470000
3. ADDRESS OF OPERATOR: 1060 East Highway 40 , Verna			UMBER: xt		<b>D and POOL or WILDCAT:</b> RAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2183 FSL 1907 FWL				COUNT	
QTR/QTR, SECTION, TOWNSHI	IP, RANGE, MERIDIAN: Township: 09.0S Range: 23.0E Meridian	: S		STATE: UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE N	ATURE OF NOTICE, REPORT,	OR OT	HER DATA
TYPE OF SUBMISSION			TYPE OF ACTION		
	☐ ACIDIZE		ALTER CASING		CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS		CHANGE TUBING		CHANGE WELL NAME
12/20/2010	☐ CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATIONS		CONVERT WELL TYPE
SUBSEQUENT REPORT	☐ DEEPEN		FRACTURE TREAT		NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE		PLUG AND ABANDON		PLUG BACK
_	☐ PRODUCTION START OR RESUME		RECLAMATION OF WELL SITE		RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	☐ REPERFORATE CURRENT FORMATION	□ :	SIDETRACK TO REPAIR WELL		TEMPORARY ABANDON
	☐ TUBING REPAIR		VENT OR FLARE		WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF	□ :	SI TA STATUS EXTENSION	1	APD EXTENSION
Report Date:	☐ WILDCAT WELL DETERMINATION		OTHER	отн	ER:
12 DESCRIBE PROPOSED OR CO	MPLETED OPERATIONS. Clearly show all pe	ertinen	t details including dates, denths	volumes	etr
	respectfully requests the AP			-	etc.
,	extended for one year			<i>[</i>	approved by the
					Jtah Division of
				Oi	l, Gas and Mining
			D	ate:	12/23/2010
			_	D	M 60 CM
			E	y: <u> </u>	achie fill
					377
NAME (PLEASE PRINT)	PHONE NUMBER	R	TITLE		
Michelle Robles	307 276-4842		Regulatory Assistant		
SIGNATURE N/A			DATE 12/20/2010		



Sig

#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

### Request for Permit Extension Validation Well Number 43047502470000

**API:** 43047502470000 **Well Name:** CWU 789-20

Location: 2183 FSL 1907 FWL QTR NESW SEC 20 TWNP 090S RNG 230E MER S

**Company Permit Issued to:** EOG RESOURCES, INC.

**Date Original Permit Issued:** 12/23/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

ire revi	sion. Following is a checklis	t of so	me items related to the	e application	on, which should be verified.
	ated on private land, has the ed?  Yes  No	e owne	rship changed, if so, h	as the surf	ace agreement been
	any wells been drilled in the requirements for this locat			l which wo	uld affect the spacing or
	nere been any unit or other s proposed well? 🔵 Yes (		nents put in place that	could affe	ct the permitting or operation
	there been any changes to the proposed location?			nership, o	r rightof- way, which could
• Has th	ne approved source of wate	r for dr	illing changed? 🔘 Y	es 📵 No	
	there been any physical cha le in plans from what was d				oute which will require a Yes 📵 No
• Is bor	nding still in place, which co	vers th	is proposed well? 🌘	Yes 🔵	Approved by the <sup>No</sup> Utah Division of Oil, Gas and Mining
	Michelle Robles		12/20/2010	_	12/23/2010
Title:	Regulatory Assistant Represe	enting:	EOG RESOURCES, INC.	Da	te: 12/23/2010
				Bv	· Ballyll
				_,	

Form 3160-5 (August 2007)

## UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

RECEIVED

FORM APPROVED OMB NO. 1004-0135 Expires: July 31, 2010

2011 F

	Expires:	July	31,	20
ease Seri	al No.			

Do not use tr	NOTICES AND REPOR NOTICES AND REPOR NOTICES NOTICES (APL NOTICES NOTICES (APL NOTICES NOTICES (APL NOTICES NOTICES (APL NOTICES AND REPORT NOTICES NOTICES (NOTICES NOTICES	arııı or to re	-enter an	∠UII _ <b>∕</b> 1	UTU0336A  6. If Indian, Allotte	e or Tribe Nam	ie
SUBMIT IN TR	IPLICATE - Other instruc	tions on rev	erse side.		7. If Unit or CA/Ag UTU63013X	reement, Name	and/or N
1. Type of Well ☐ Oil Well 🙀 Gas Well ☐ O	ther			<u> </u>	8. Well Name and N CWU 789-20	lo.	
2. Name of Operator EOG RESOURCES INC		MICKENZIE E_gates@EO		DM	9. API Well No. 43-047-50247	<sup>7</sup> -00-X1	
3a. Address 1060 EAST HIGHWAY 40 VERNAL, UT 84078		3b. Phone No Ph: 453.78	. (include area code) 11.9145	· · · · · · · · · · · · · · · · · · ·	10. Field and Pool, NATURAL BU		
4. Location of Well <i>(Footage, Sec.,</i> Sec 20 T9S R23E NESW 21 40.020258 N Lat, 109.35338)	83FSL 1907FWL	)			11. County or Paris UINTAH COU	•	
12. CHECK APP	ROPRIATE BOX(ES) TO	INDICATE	NATURE OF N	NOTICE, R	EPORT, OR OTH	ER DATA	
TYPE OF SUBMISSION			TYPE OF	ACTION			
Notice of Intent  Subsequent Report  Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	□ Nev	ture Treat Construction and Abandon	Reclam	olete arily Abandon	□ Well I	
13. Describe Proposed or Completed Op If the proposal is to deepen direction Attach the Bond under which the wo following completion of the involved testing has been completed. Final A determined that the site is ready for	ally or recomplete horizontally, gork will be performed or provide to disperations. If the operation resubandonment Notices shall be file final inspection.)	tive subsurface the Bond No. of alts in a multiple d only after all	locations and measung file with BLM/BIA e completion or recordequirements, including	red and true ve Required su mpletion in a ing reclamatio	ertical depths of all per bsequent reports shall new interval, a Form 3 n, have been complete	tinent markers be filed within 160-4 shall be	and zones 30 days
CONDITIONS	OF APPROVAL ATTACH	R	ECEIVED OCT 2 1 2011 OF OIL, GAS & M	VER ENG.	NAL FIELD OFF RLH 9/23		
	Electronic Submission #1*	ESOURCESI	NC, sent to the V N R. HANSEN on	'ernal	11RRH3414SE)		
Signature (Electronic S	Submission)		Date 07/20/20	)11			
	THIS SPACE FOR	R FEDERA	L OR STATE O	FFICE US	BE		
Approved By Ley Remarks				nt Field Mar Mineral Res	nager §	EP 2 8 20 Date	<b>)11</b>
Conditions of approva, if any, are attached certify that the applicant tolds legal or equivalent to condition which would entitle the applicant to condition.	d. Approval of this notice does nuitable title to those rights in the such approximations thereon	ot warrant or subject lease			IELD OFFICE		

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.



## CONDITIONS OF APPROVAL

## **EOG RESOURCES INC**

### Notice of Intent APD Extension

Lease:

UTU-0336A

Well:

CWU 789-20

Location:

NESW Sec 20-T9S-R23E

An extension for the referenced APD is granted only to 03/31/2013 and not to 7/27/2013 as requested with the following conditions:

- 1. The extension and APD shall expire on 3-31-2013.
- 2. No other extension shall be granted.

The well specific NEPA was a Categorical Exclusion reference Section 390 of the Energy Policy Act of 2005 with a five year spud date condition based upon the signature date of the EIS which was on 03/31/2008.

If you have any other questions concerning this matter, please contact Robin L Hansen of this office at (435) 781-2777

Sundry Number: 20667 API Well Number: 43047502470000

	STATE OF UTAH DEPARTMENT OF NATURAL RESOURCE				FORM 9
DIVISION OF OIL, GAS, AND MINING					<b>E DESIGNATION AND SERIAL NUMBER:</b> 336A
SUNDRY NOTICES AND REPORTS ON WELLS				6. IF I	NDIAN, ALLOTTEE OR TRIBE NAME:
	sals to drill new wells, significantly deeper gged wells, or to drill horizontal laterals.				or CA AGREEMENT NAME: ITA WELLS
1. TYPE OF WELL Gas Well					L NAME and NUMBER: 789-20
2. NAME OF OPERATOR: EOG Resources, Inc.					<b>NUMBER:</b> 7502470000
3. ADDRESS OF OPERATOR: 1060 East Highway 40 , Verna			JMBER: xt		.D and POOL or WILDCAT: RAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2183 FSL 1907 FWL				COUNT	
QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: NESW Section: 20	P, RANGE, MERIDIAN: Township: 09.0S Range: 23.0E Meridian	: S		STATE UTAH	
11. CHE	CK APPROPRIATE BOXES TO INDICA	ATE NA	ATURE OF NOTICE, REPOR	Γ, OR OT	HER DATA
TYPE OF SUBMISSION			TYPE OF ACTION		
_	☐ ACIDIZE		ALTER CASING		CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	☐ CHANGE TO PREVIOUS PLANS	□ (	CHANGE TUBING		CHANGE WELL NAME
11/28/2011	☐ CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATIONS	;	CONVERT WELL TYPE
SUBSEQUENT REPORT	DEEPEN	☐ F	FRACTURE TREAT		NEW CONSTRUCTION
Date of Work Completion:	OPERATOR CHANGE	☐ F	PLUG AND ABANDON		PLUG BACK
_	☐ PRODUCTION START OR RESUME	☐ F	RECLAMATION OF WELL SITE		RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:	REPERFORATE CURRENT FORMATION	□ s	SIDETRACK TO REPAIR WELL		TEMPORARY ABANDON
	☐ TUBING REPAIR		/ENT OR FLARE		WATER DISPOSAL
☐ DRILLING REPORT	☐ WATER SHUTOFF	□ s	SI TA STATUS EXTENSION	1	APD EXTENSION
Report Date:	☐ WILDCAT WELL DETERMINATION		OTHER	ОТІ	IER:
	respectfully requests the AP extended for one year	D for	the referenced well b	be	Approved by the Utah Division of I, Gas and Mining 11/30/2011
NAME (PLEASE PRINT) Nanette Lupcho	<b>PHONE NUMBER</b> 435 781-9157	₹	<b>TITLE</b> Regulatory Assistant		
SIGNATURE N/A		$\neg$	DATE 11/28/2011		

Sundry Number: 20667 API Well Number: 43047502470000



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047502470000

**API:** 43047502470000 **Well Name:** CWU 789-20

Location: 2183 FSL 1907 FWL QTR NESW SEC 20 TWNP 090S RNG 230E MER S

Company Permit Issued to: EOG RESOURCES, INC.

**Date Original Permit Issued:** 12/23/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

• If located on private land, has the ownership changed, if so, has the surface agreement been updated?   Yes  No
<ul> <li>Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location?</li> <li>Yes </li> <li>No</li> </ul>
• Has the approved source of water for drilling changed? 🔵 Yes 🌘 No
<ul> <li>Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?</li> <li>Yes</li> <li>No</li> </ul>
• Is bonding still in place, which covers this proposed well?   Yes   No

**Signature:** Nanette Lupcho **Date:** 11/28/2011

**Title:** Regulatory Assistant **Representing:** EOG RESOURCES, INC.

Sundry Number: 33050 API Well Number: 43047502470000

	STATE OF UTAH		FORM 9
ı	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MINI		5.LEASE DESIGNATION AND SERIAL NUMBER: UTU0336A
SUNDR	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for procurrent bottom-hole depth, FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: CHAPITA WELLS		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: CWU 789-20
2. NAME OF OPERATOR: EOG Resources, Inc.			9. API NUMBER: 43047502470000
3. ADDRESS OF OPERATOR: 600 17th Street, Suite 1000		PHONE NUMBER: 435 781-9111 Ext	9. FIELD and POOL or WILDCAT: NATURAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2183 FSL 1907 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: NESW Section: 2	HIP, RANGE, MERIDIAN: 20 Township: 09.0S Range: 23.0E Meridia	an: S	STATE: UTAH
11. CHEC	K APPROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF WILDCAT WELL DETERMINATION  COMPLETED OPERATIONS. Clearly show all nc. respectfully requests the A well be extended for one year	PD for the referenced	CASING REPAIR  CHANGE WELL NAME  CONVERT WELL TYPE  NEW CONSTRUCTION  PLUG BACK  RECOMPLETE DIFFERENT FORMATION  TEMPORARY ABANDON  WATER DISPOSAL  ✓ APD EXTENSION  OTHER:  Depths, volumes, etc.  Approved by the Utah Division of Oil, Gas and Mining  Date: December 18, 2012  By:
NAME (PLEASE PRINT)	PHONE NUMBE		
Kaylene Gardner SIGNATURE	435 781-9111	Regulatory Administrator  DATE	
N/A		12/12/2012	

Sundry Number: 33050 API Well Number: 43047502470000



#### The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

**Electronic Permitting System - Sundry Notices** 

#### Request for Permit Extension Validation Well Number 43047502470000

API: 43047502470000 Well Name: CWU 789-20

Location: 2183 FSL 1907 FWL QTR NESW SEC 20 TWNP 090S RNG 230E MER S

Company Permit Issued to: EOG RESOURCES, INC.

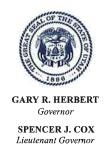
Date Original Permit Issued: 12/23/2008

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

g
• If located on private land, has the ownership changed, if so, has the surface agreement been updated?  Yes  No
<ul> <li>Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?</li> <li>Yes</li> <li>No</li> </ul>
<ul> <li>Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location?</li> <li>Yes</li> <li>No</li> </ul>
• Has the approved source of water for drilling changed?   Yes  No
<ul> <li>Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?</li> <li>Yes</li> <li>No</li> </ul>
• Is bonding still in place, which covers this proposed well?   Yes   No
nature: Kaylene Gardner Date: 12/12/2012

Sig

Title: Regulatory Supervisor Representing: EOG RESOURCES, INC.



### State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

February 28, 2014

EOG Resources, Inc. 600 17th Street, Suite 1000 N. Denver, CO 80202

Re:

APD Rescinded - CWU 789-20, Sec.20, T. 9S, R. 23E,

Uintah County, Utah API No. 43-047-50247

Ladies and Gentlemen:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on December 23, 2008. On December 15, 2009, December 23, 2010, November 30, 2011 and December 18, 2012 the Division granted a one-year APD extension. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective February 28, 2014.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason
Environmental Scientist

cc: Well File

Bureau of Land Management, Vernal

